Fiscal Estimate - 2015 Session

☑ Original ☐ Updated	Corrected	Supplemental				
LRB Number 15-3993/2	Introduction Number	AB-0583				
Description Lodging establishments and restricting a local government's ability to prohibit or restrict a person from renting out of the person's residential dwelling						
Fiscal Effect						
Appropriations Reve		sts - May be possible hin agency's budget No osts				
Permissive Mandatory Perm 2. Decrease Costs 4. Decr	5. Types of Loca Government I Affected Towns rease Revenue nissive Mandatory Mandatory					
Fund Sources Affected Affected Ch. 20 Appropriations						
☐ GPR ☐ FED ☑ PRO ☐ PRS ☐ SEGS 20.115(1)(gb)						
Agency/Prepared By	Authorized Signature	Date				
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Fiscal Estimate Narratives DATCP 12/30/2015

LRB Number	15-3993/2	Introduction Number	AB-0583	Estimate Type	Original	
Description						
Lodging establishments and restricting a local government's ability to prohibit or restrict a person from						
renting out of the person's residential dwelling						

Assumptions Used in Arriving at Fiscal Estimate

This bill prohibits any city, village, town, or county (political subdivision) from enacting or enforcing an ordinance that prohibits, regulates the duration or frequency of, or unreasonably restricts the rental of a residential dwelling for seven consecutive days or longer. The bill defines "residential dwelling" as any building or structure, or part thereof, that is primarily used and occupied for human habitation or intended to be so used. If any political subdivision has such an ordinance in effect on the effective date of the bill, the ordinance does not apply and may not be enforced.

This bill excludes from the definitions of "hotel," "bed and breakfast establishment," and "tourist rooming house" a residential dwelling that is rented exclusively for periods that are seven consecutive days or longer.

If this bill were enacted into law, it would most likely affect business operators who currently hold a Tourist Rooming House (TRH) license. The Department of Health Services currently licenses 1,580 TRH's per year and municipal Agents license approximately 1,857 TRH's per year. It is not known how many of these license holders would forego purchase of their TRH license because they rent their dwellings exclusively for periods of seven consecutive days or longer. It is assumed there would be a reduction in TRH licenses issued which would result in reduced revenue but the amount is not able to be determined.

Long-Range Fiscal Implications